

GREGORY S. BELL Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

Inspection Report Minerals Regulatory Program June 24, 2013

Reviewed: PH

Mine Name: Black Sands 47281	Permit Number: S/47/0084			
Operator Name: Black Sands Holding Co.	Inspection Date: 06/18/2013			
Inspector(s): Tom Nicolaysen (intern)	Time: 4:30 PM			
Other Participants:	Mine Status: Inactive			
Elements of Inspection	Evaluated	Comment	Enforcemen	
1. Permits, Revisions, Transfer, Bonds		\bowtie		

	Elements of Hispection	Evaluated	Comment	Emorcemen
1.	Permits, Revisions, Transfer, Bonds		\boxtimes	
2.	Public Safety (shafts, adits, trash, signs, highwalls)			
3.	Protection of Drainages / Erosion Control			
4.	Deleterious Material			
5.	Roads (maintenance, surfacing, dust control, safety)			
6.	Reclamation	$\overline{\boxtimes}$	$\overline{\boxtimes}$	
7.	Backfilling/Grading (trenches, pits, roads, highwalls, shafts)			
8.	Soils			
9.	Revegetation	$\overline{\boxtimes}$	$\overline{\boxtimes}$	
			THE RESERVE THE PARTY OF THE PA	

Permit Fees: Paid 01/20/2013 Bond Amount: \$18,600

Purpose of Inspection:

Inspection of reclamation for bond release

Inspection Summary:

Unable to locate drill hole. Some re-vegetation.

Conclusions and Recommendations:

The site should be released from bond

Inspector's Signature Im Wash

cc: Operator

 $O: \MO47-U intah \SO470084-Black Sands 47281 \ inspections \ ins 06182013-84$

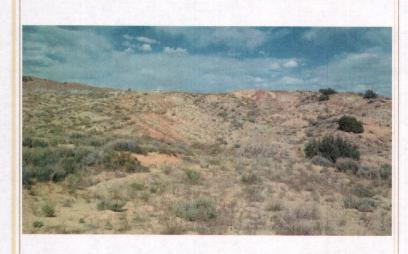






Access to the site is west of the gate to T.M.E. Asphalt Ridge. The short road to the pad is just over the burm to the left.

There is some re-vegetation on the pad, just in front of a small stream bed. UTM NAD 83: E 628442.93, N 4465721.75



Looking from the drill site up to the road. Some remnant of the access road remains but it is not a significant impact.